

Message Text

LIMITED OFFICIAL USE

PAGE 01 ALGIER 00936 111123Z

41

ACTION EB-07

INFO OCT-01 AF-06 EUR-12 NEA-09 ISO-00 ERDA-05 AID-05

CEA-01 CIAE-00 CIEP-01 COME-00 DODE-00 FEAE-00 FPC-01

H-02 INR-07 INT-05 L-02 NSAE-00 NSC-05 OMB-01 PM-03

SAM-01 OES-03 SP-02 SS-15 STR-04 TRSE-00 FRB-03 PA-01

PRS-01 USIA-06 /109 W

----- 093598

R 110850Z APR 75

FM AMEMBASSY ALGIERS

TO SECSTATE WASHDC 2274

INFO AMEMBASSY JIDDA

AMEMBASSY LAGOS

AMEMBASSY TEHRAN

AMEMBASSY TRIPOLI

AMEMBASSY PARIS

LIMITED OFFICIAL USE ALGIERS 0936

E.O. 11652: N/A

TAGS: ENRG, AG

SUBJECT: OIL PRICES

REF: ALGIERS 0689

1. ALGERIA PUBLISHED APRIL 9 NEW OIL TAXES AS
PREDICTED REFTTEL PARA 4. NEW TAXES APPLICABLE
FROM JANUARY 1, 1975. NEW RATES ARE 20 PERCENT
ROYALTY TAX PER BARREL OF CRUDE AND 85PERCENT
PROFITS TAX. THERE IS NO WORD ON NEW POSTED PRICE.

2. NEW PRODUCTER COST CALCULATES OUT AS FOLLOWS:

POSTED PRICE \$16.216

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 ALGIER 00936 111123Z

EXCISE TAX 20 PERCENT 3.243

PRODUCTION COST 1.00

PROFIT TAX 85 PERCENT 10.177

3. THUS NEW TAXES ON FOREIGN PRODUCER OF ALGERIAN
OIL MAKE IT COST \$14.42 A BARREL WHILE ALGERIAN OIL
COMPANY IS SELLING OIL AT A MARKET PRICE OF \$11.75.
OBVIOUSLY THIS SITUATION WILL BE RECTIFIED BY LOWER
POSTED PRICE WHICH WILL REDUCE TAX BURDEN ON
ALGERIAN PRODUCERS.LYNE

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: TAX LAW, PETROLEUM PRODUCTION, PRICES
Control Number: n/a
Copy: SINGLE
Draft Date: 11 APR 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: MorefiRH
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975ALGIER00936
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750127-0491
From: ALGIERS
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750460/aaaacddf.tel
Line Count: 72
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 75 ALGIERS 0689
Review Action: RELEASED, APPROVED
Review Authority: MorefiRH
Review Comment: n/a
Review Content Flags:
Review Date: 20 MAY 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <20 MAY 2003 by BoyleJA>; APPROVED <21 MAY 2003 by MorefiRH>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
05 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: OIL PRICES
TAGS: ENRG, AG
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006